



Helix Resources Limited (ASX:HLX) is a minerals exploration company focused on identification, acquisition and development of projects in Australia and Chile

DRILLING INTERSECTS 70M @ 1.1g/t Au (incl. 15m @ 2.3g/t Au) ON NEW PROSPECT

Significant Drilling Results

Helix is pleased to announce drilling results from its recent regional RC drilling program on our Lachlan Fold Belt Projects in NSW.

Scout drilling to test a gold geochemical anomaly at the **Boundary Prospect** returned 70m @ 1.1g/t Au from a down hole depth of 23m within an overall 260m wide zone of gold mineralisation (>0.1g/t Au). The mineralisation remains open along strike and down dip.

The Boundary Prospect is located ~1.4km east of the Sunrise and Good Friday deposits (100,000oz Au Inferred Resource). The single fence line of 3 holes tested a zone ~300m wide to a maximum depth of 100m vertical. The central hole HRRC091 returned 70m @ 1.1g/t Au from 23m (with individual metre results returning up to 12.7g/t Au). The adjacent holes, HRRC090 & 092, returned gold mineralisation and associated arsenic/antimony anomalism, consistent with a low grade halo to significant gold mineralisation at the known deposits in the goldfield.

Table 1: Significant drill results from Boundary Project scout drilling

Prospect	Project	Collar Details	Hole	From	Result
Boundary (3 holes [388m] on 1 traverse testing 400m x 500m open soil anomaly)	Restdown JV & Little Boppy Sth (on tenement boundary)	428940mE 6485910mN Dip 60 - Azi 070	HRRC091	0m	114m @ 0.7g/t Au
			Incl.	23m	70m @ 1.1g/t Au
			Incl.	55m	15m @ 2.3g/t Au
			Incl.	85m	12m @ 1.9g/t Au
Boundary	Little Boppy Sth	429075mE 6485905mN Dip 60 - Azi 070	HRRC090 and	14m 62m	19m @ 0.2g/t Au 39m @ 0.2g/t Au
Boundary	Restdown JV	428840mE 6485910mN Dip 60 - Azi 070	HRRC092	23m	17m @ 0.3g/t Au
			and	52m	13m @ 0.1g/t Au

Results based on 1m sampling with intercepts on 0.1g/t cut (Au) with max 3m internal dilution. Gold assays via fire assay.

The Boundary Prospect lies on the eastern edge of the Restdown JV tenement, and the associated gold geochemical anomaly continues onto Helix's 100% owned Little Boppy South tenement and remains open in all directions. The Restdown JV is between Helix (70% and Managing) and Glencore (30% and Contributing).

The discovery of such grades in new deposits in this goldfield provides scope to increase the resource inventory, located in the infrastructure rich Cobar region of NSW, with several producing or near production mines within trucking distance of the prospects.

Helix Resources Limited

Gold, Copper, Iron Ore in Australia and Chile



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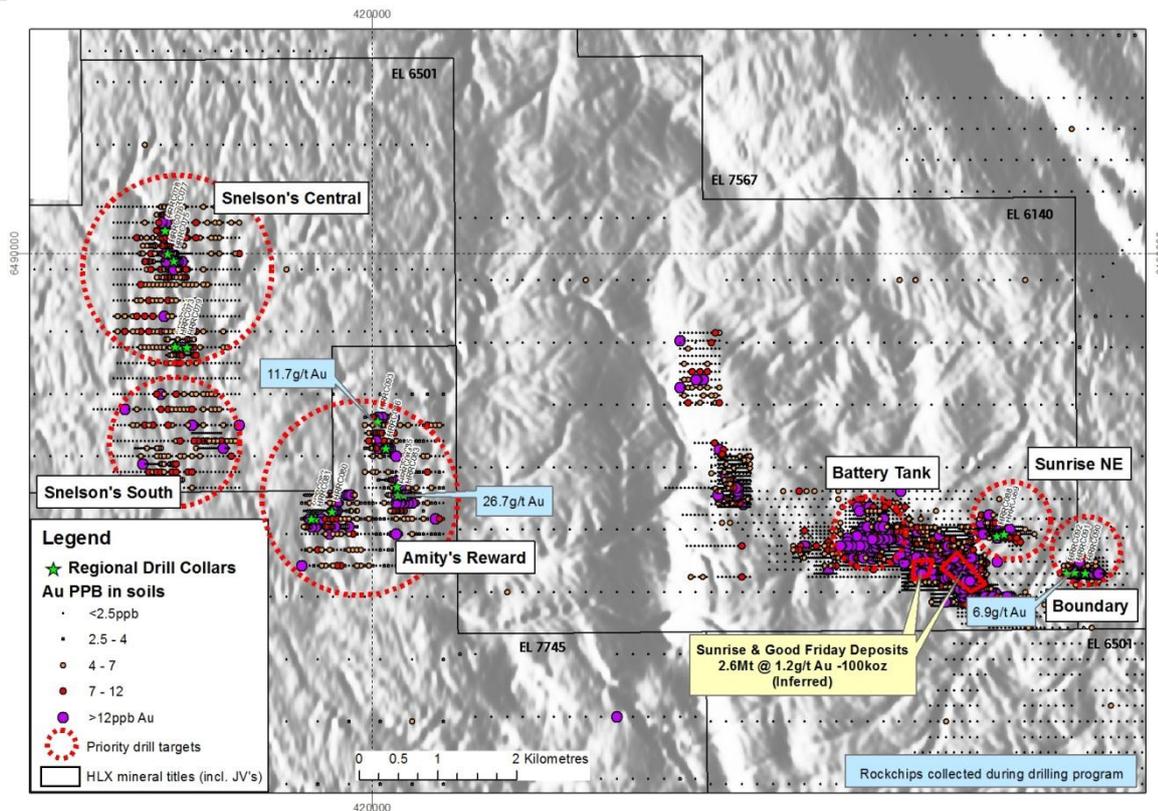


Figure 1: Location of drill holes in Restdown area.

Drilling was also undertaken on several other greenfields prospects on Korea (EL7745), Little Boppy (EL7482) and Quanda (EL7438) to test for basement gold mineralisation associated with anomalous gold in auger soil geochemistry and structural targets. All areas tested were Helix generated anomalies sampled and defined using the Company's soil auger equipment.

Drilling intersected numerous wide zones of anomalous gold at Sunrise NE (incl. 22m @0.2g/t Au from 2m in HRRC088, 15m @ 0.2g/tAu from 15m in HRRC089) and Amity's Reward (incl. 22m @ 0.1g/t Au from 20m in HRRC081), together with encouraging base metal results from the Snelson's Central Prospect (incl. 1m @ 30.5g/t Ag, 0.5% Cu and 0.8% Zn from 35m in HRRC078). All holes were drilled at a dip of 60° to 070-080. Drilling was not completed at the Battery Tank Prospect due to land access issues at the time of drilling.

A single hole was drilled under one shaft in a cluster of Historic working at the Aurora Prospect on the Quanda Project. 2m@ 0.2g/t Au was returned from 46m in HRRC094 (480255mE, 6490115mN, 96m, -60° to 080). A single 108m hole (HRRC087 – 430895mE 6506280mN, -60° to 050) was also drilled at the Epithermal target on Little Boppy Project. The last 30m of the hole intersected anomalous arsenic and antimony suggesting the drill hole has tested the periphery of a system and the targeted gold zone was not reached. The target is currently an open along strike 850m x 400m gold+arsenic+antimony anomaly.

These first-pass scout drilling results are very encouraging and illustrate the potential for additional systems in the goldfield. Future work will concentrate on infill soil auger (25m x 25m), detailed structural mapping on Boundary, Sunrise NE, Battery Tank, Epithermal Vein and Amity's Reward with follow-up drilling to test the findings. The Snelson's area will be re-assessed with a base metal model in mind.

Competent Persons Statement

The information in this announcement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr M Wilson who is a full time employee of Helix Resources Limited and a Member of The Australasian Institute of Mining and Metallurgy. Mr M Wilson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr M Wilson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Details of the assumptions underlying any Resource estimations are contained in previous ASX releases or at www.helix.net.au